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## **SWARTLAND MUNICIPALITY**

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## **SWARTLAND MUNICIPALITY**

### **GENERAL INFORMATION**

<b><u>Ward</u></b>	<b><u>Councillors</u></b>		<b><u>Proportional Elected Councillors</u></b>	
1	H C Kitshoff	(Speaker)	B W Geel	ACDP
2	C McKrieling	* (Deputy Mayor)	C W Solomons	ANC
3	R J du Plooy		A S Markus	ANC
4	A W Bredell	* (Executive Mayor)	L N Gali	ANC
5	A Johnson	*	C W Persens	ANC
6	F G Schoor		M J Bocks	ANC
7	N J A Rust		H P Potgieter	DA
8	T van Essen	*	C H Heyns	DA
9	N A Nqolobe		J D Van Wyk	DA
10	Vacant			

\* Member of the Executive Mayor's Committee

### **GRADING OF THE LOCAL AUTHORITY**

Grade 3

### **AUDITORS**

Auditor-General

### **BANKERS**

ABSA Bank  
50 Voortrekker Road  
**MALMESBURY**  
7300

P.O. Box 75  
**MALMESBURY**  
7299

Telephone : 022-4821137  
Fax : 022-4871219

### **REGISTERED OFFICE**

Church Street  
**MALMESBURY**  
7300

Private Bag X52  
**MALMESBURY**  
7299

Telephone : 022-4879400  
Fax : 022-4879440  
E-mail : [swartlandmun@swartland.org.za](mailto:swartlandmun@swartland.org.za)

### **MUNICIPAL MANAGER**

C F Janse van Rensburg

### **MANAGER: FINANCIAL SERVICES**

K C Cooper

## **REPORT OF THE MANAGER: FINANCIAL SERVICES**

### **1. PREFACE**

In pursuance to the principles prescribed so as to conform to Generally Accepted Municipal Accounting Principles (GAMAP), these Financial Statements are presented in accordance with the accounting framework based on the said Principles. This report is an endeavour to present financial statistics applicable to the financial year under review, compared to the figures for the previous financial year, pertaining to the key financial indicators that may be of use to the users of the Financial Statements.

### **REVENUE FINANCIAL POSITION: RATES, TRADING AND GENERAL SERVICES**

The estimates of income and expenditure for the year shows an exact balanced position. The transactions for the year on Rates and General Services resulted in a deficit of R 2,827,098. After the net profit on the Electricity and Water Services of R 11,160,309 was taken into account, the activities for the year under review concluded with a surplus of R 8,333,211. The total income realized exceeded the income budgeted for by R 8,322,455 whilst the total expenditure actually incurred was R 10,756 less than the expenditure provided for in the budget. The results of the transactions on the Electricity and Water Services were as follows:

Electricity: Profit	R	11,568,922
Water: Loss	R	(408,613)
<b>Net Profit</b>	<b>R</b>	<b><u>11,160,309</u></b>

After net adjustments were made, the accumulated surplus of R 8,004,189 at 30 June 2002 increased to R 37,690,755 at 30 June 2003. The substantial increase of the accumulated surplus can primarily be attributed to the transfer of the accumulations in the Municipality's Trust and Reserve Funds at 30 June 2003, to the Accumulated Surplus Account emanating from the change- over to the principles prescribed to conform to GAMAP. The said accumulations were not previously backed by cash. As a result the Accumulated Surplus Account is likewise not fully backed by cash and is mainly represented by outstanding debtors, operating capital, unspent government grants and moneys donated to the Municipality for specific purposes.

### **2. OPERATING RESULTS**

The operating results for the year grouped as per department, classification and the type of income and expenditure are furnished in Annexures D and E of the Financial Statements. The overall results for the year were as follows:

<b>Income</b>	<b>Actual 2001/2002 R</b>	<b>Actual 2002/2003 R</b>	<b>Variance 2001/2002- 2002/2003 %</b>	<b>Budget 2002/2003 R</b>	<b>Variance %</b>
Opening Surplus	4,441,378	8,004,189	-	8,004,189	-
Operating Income for year	90,010,562	125,458,255	39.38	117,135,800	7.10
Closing Deficit	-	-	-	-	-
	<b>94,451,940</b>	<b>133,462,444</b>	<b>41.30</b>	<b>125,139,989</b>	<b>6.65</b>
<b>Expenditure</b>	<b>Actual 2001/2002 R</b>	<b>Actual 2002/2003 R</b>	<b>Variance 2001/2002- 2002/2003 %</b>	<b>Budget 2002/2003 R</b>	<b>Variance %</b>
Opening Deficit	-	-	-	-	-
Operating Expenditure for year	87,009,557	117,125,044	34.61	117,135,800	(0.01)
Appropriation	(561,806)	(21,353,355)	-	-	-
Closing Surplus	8,004,189	37,690,755	-	8,004,189	-
	<b>94,451,940</b>	<b>133,462,444</b>	<b>41.30</b>	<b>125,139,989</b>	<b>6.65</b>

#### **2.1 RATES AND GENERAL SERVICES**

<b>Income</b>	<b>Actual 2001/2002 R</b>	<b>Actual 2002/2003 R</b>	<b>Variance 2001/2002- 2002/2003 %</b>	<b>Budget 2002/2003 R</b>	<b>Variance %</b>
Income	42,243,258	71,141,380	68.41	64,035,400	11.10
Expenditure	48,269,338	73,968,478	53.24	74,649,371	(0.91)
<b>Surplus(Deficit)</b>	<b>(6,026,080)</b>	<b>(2,827,098)</b>	<b>-</b>	<b>(10,613,971)</b>	<b>-</b>
<b>Surplus(Deficit) as % of total Income</b>	<b>(14.27)</b>	<b>(3.97)</b>	<b>-</b>	<b>(16.58)</b>	<b>-</b>

The deficit for the year on Rates and General Services expressed as a percentage of the total income, compared with the position of the previous year, shows a decline.

**REPORT OF THE MANAGER: FINANCIAL SERVICES (continued)**

**2.2 TRADING SERVICES**

**2.2.1 ELECTRICITY**

Income	Actual 2001/2002 R	Actual 2002/2003 R	Variance 2001/2002- 2002/2003 %	Budget 2002/2003 R	Variance %
Income	37,201,144	42,006,138	12.92	40,925,800	2.64
Expenditure	28,118,218	30,437,216	8.25	29,371,121	3.63
<b>Surplus/(Deficit)</b>	<b>9,082,926</b>	<b>11,568,922</b>	<b>-</b>	<b>11,554,679</b>	<b>-</b>
<b>Surplus/(Deficit) as % of total income</b>	<b>24.42</b>	<b>27.54</b>	<b>-</b>	<b>28.23</b>	<b>-</b>

**2.2.2 WATER**

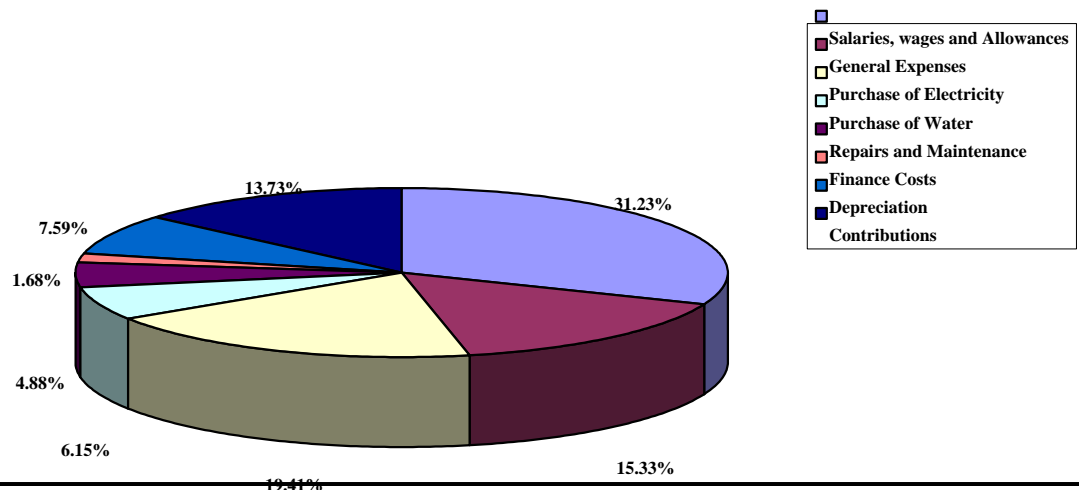
Income	Actual 2001/2002 R	Actual 2002/2003 R	Variance 2001/2002- 2002/2003 %	Budget 2002/2003 R	Variance %
Income	10,566,160	12,310,737	16.51	12,174,800	1.12
Expenditure	10,622,001	12,719,350	19.75	13,115,308	(3.02)
<b>Surplus/(Deficit)</b>	<b>(55,841)</b>	<b>(408,613)</b>	<b>-</b>	<b>(940,508)</b>	<b>-</b>
<b>Surplus/(Deficit) as % of total income</b>	<b>(0.53)</b>	<b>(3.32)</b>	<b>-</b>	<b>(7.73)</b>	<b>-</b>

**2.3 GENERAL**

Expenditure for 2002/2003, expressed as a percentage of total expenditure compares as follows with the expenditure incurred the previous year.

	Expenditure 2001/2002 R	% of total expenditure	Expenditure 2002/2003 R	% of total expenditure
Salaries, wages and Allowances	32,757,974	37.65	36,582,159	31.23
General Expenses	11,505,787	13.22	17,953,067	15.33
Purchase of Electricity	20,920,183	24.04	22,728,847	19.41
Purchase of Water	6,414,737	7.37	7,199,441	6.15
Repairs and Maintenance	4,649,892	5.34	5,719,896	4.88
Finance Costs	8,365,068	9.61	1,966,404	1.68
Depreciation	-	-	8,890,236	7.59
Contributions to fixed assets	74,800	0.09	-	-
Contributions	2,321,116	2.68	16,084,994	13.73
<b>Net expenditure</b>	<b>87,009,557</b>	<b>100.00</b>	<b>117,125,044</b>	<b>100.00</b>

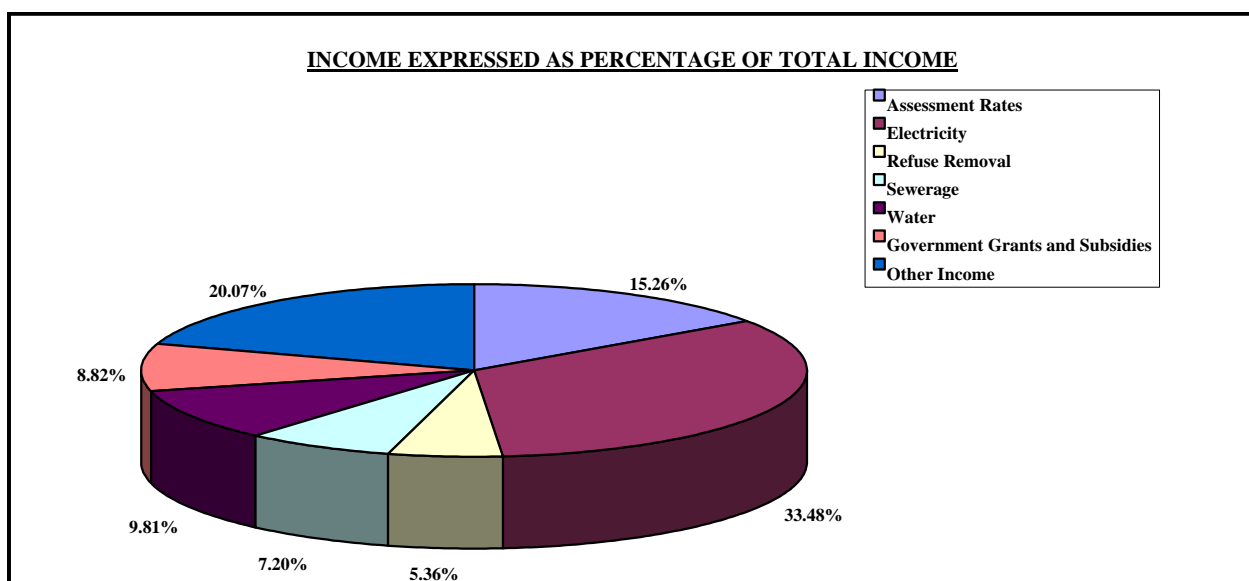
**EXPENDITURE EXPRESSED AS A PERCENTAGE OF TOTAL EXPENDITURE**



**REPORT OF THE MANAGER: FINANCIAL SERVICES (continued)**

Income for 2002/2003 expressed as a percentage of the total income compares as follows with the income of 2001/2002

	Income 2001/2002 R	% of total Income	Income 2002/2003 R	% of total Income
Assessment Rates	15,721,562	17.47	19,149,134	15.26
Electricity	37,201,144	41.33	42,006,138	33.48
Refuse Removal	5,019,562	5.58	6,730,023	5.36
Sewerage	6,972,967	7.75	9,027,702	7.20
Water	10,566,159	11.74	12,310,738	9.81
Government Grants and Subsidies	2,875,265	3.19	11,059,310	8.82
Other Income	11,653,903	12.94	25,175,210	20.07
<b>Net Income</b>	<b>90,010,562</b>	<b>100.00</b>	<b>125,458,255</b>	<b>100.00</b>



**3. CAPITAL EXPENDITURE AND FINANCING**

Expenditure incurred during the year under review on fixed assets amounted to R 9,922,051; R 1,382,347 or 16.19 % more than the figure for the previous year. The actual expenditure incurred is 30.49 % or R 4,351,949 less than the estimated figure calculated as follows:

	Actual 2001/2002 R	Actual 2002/2003 R	Budget 2002/2003 R	Variance %
Infrastructure	6,434,982	6,463,470	10,264,000	37.03
Community	160,189	74,761	110,000	32.04
Heritage	-	-	-	-
Land and Buildings	658,702	36,253	50,000	27.49
Other	1,285,831	3,125,326	3,600,000	13.19
Housing	-	222,241	250,000	11.10
Investment properties	-	-	-	-
	<b>8,539,704</b>	<b>9,922,051</b>	<b>14,274,000</b>	<b>30.49</b>

Resources utilized to finance fixed assets

	Actual 2001/2002 R	Actual 2002/2003 R	Budget 2002/2003 R	Variance %
Asset Financing Fund	7,933,392	6,364,384	6,830,000	6.82
Government and Provincial Grants and Subsidies	531,512	3,557,667	6,944,000	48.77
Income	74,800	-	500,000	100.00
External Loans	-	-	-	-
	<b>8,539,704</b>	<b>9,922,051</b>	<b>14,274,000</b>	<b>30.49</b>

A full analysis of Property, Plant and Equipment is furnished in annexures B and C of the Financial Statements.

**REPORT OF THE MANAGER: FINANCIAL SERVICES (continued)**

**4. EXTERNAL LOANS, INVESTMENTS AND CASH**

Outstanding external loans amounted to R 13,023,017 at 30 June 2003, compared to R 14,001,888 at 30 June 2002 as detailed in annexure A to the Financial Statements. No loans were raised during the year under review and loans repaid totalled R 978,871. The aggregate of amounts invested and available cash totalled R 41,680,309 as set out in Notes 8 and 22 to the Financial Statements.

**5. STATUTORY, TRUST AND RESERVE FUNDS**

**5.1 STATUTORY FUNDS**

The position of two statutory Funds (Assets Financing Fund and Housing Fund) is set out in Notes 1 and 3 to the Financial Statement.

**5.2 TRUST FUNDS AND RESERVE FUNDS**

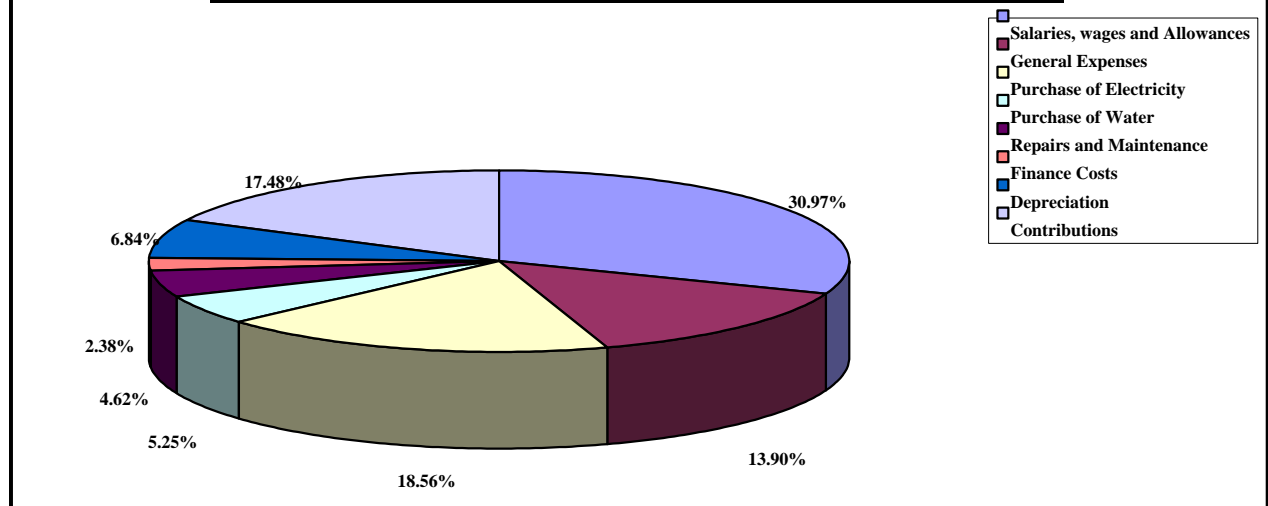
Moneys previously set aside and moneys donated to the Municipality for specific purposes and unspent at 30 June 2003 were credited to other accounts in compliance with GAMAP requirements.

**6. FINANCIAL FORECAST FOR THE FORTHCOMING YEAR**

A summary of the 2003/2004 expenditure budget is as follows:

	<b>Budget 2003/2004 R</b>	<b>% of total budget</b>	<b>Budget 2002/2003 R</b>	<b>% of total budget</b>
Salaries, wages and Allowances	44,434,279	30.97	37,640,553	32.13
General Expenses	19,936,476	13.90	14,429,337	12.32
Purchase of Electricity	26,626,700	18.56	21,751,000	18.57
Purchase of Water	7,530,750	5.25	7,643,600	6.53
Repairs and Maintenance	6,628,535	4.62	7,336,710	6.26
Finance Costs	3,420,920	2.38	2,000,000	1.71
Depreciation	9,810,750	6.84	7,490,700	6.39
Contributions	25,090,932	17.48	18,843,900	16.09
<b>Net expenditure</b>	<b>143,479,342</b>	<b>100.00</b>	<b>117,135,800</b>	<b>100.00</b>

**EXPENDITURE EXPRESSED AS A PERCENTAGE OF TOTAL EXPENDITURE**

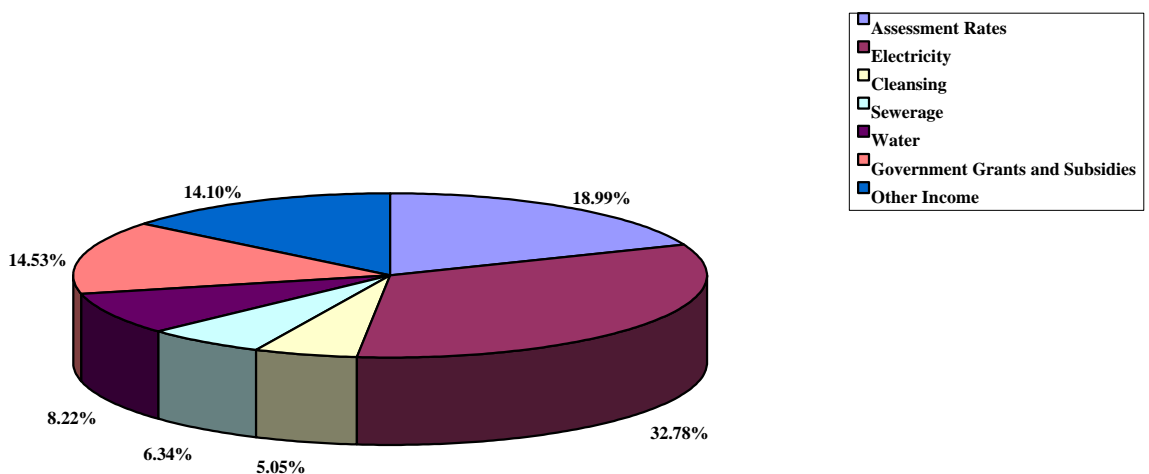


**REPORT OF THE MANAGER: FINANCIAL SERVICES (continued)**

A summary of the 2003/2004 income budget is as follows:

	Budget 2003/2004 R	% of total budget	Budget 2002/2003 R	% of total budget
Assessment Rates	27,240,821	18.99	18,743,800	16.00
Electricity	47,027,908	32.78	40,925,800	34.94
Cleansing	7,250,045	5.05	6,558,500	5.60
Sewerage	9,091,075	6.34	8,478,700	7.24
Water	11,791,177	8.22	12,174,600	10.39
Government Grants and Subsidies	20,841,723	14.53	14,670,000	12.52
Other Income	20,236,593	14.10	15,584,400	13.30
<b>Net Income</b>	<b>143,479,342</b>	<b>100.00</b>	<b>117,135,800</b>	<b>100.00</b>

**INCOME EXPRESSED AS PERCENTAGE OF TOTAL INCOME**



A summary of the 2003/2004 capital budget is as follows:

	Budget 2003/2004 R	% of total budget	Budget 2002/2003 R	% of total budget
Infrastructure	23,451,523	61.36	10,264,000	71.91
Community	400,000	1.05	110,000	0.77
Heritage	-	-	-	-
Land and Buildings	10,496,000	27.46	50,000	0.35
Other	3,275,000	8.57	3,600,000	25.22
Housing	600,000	1.57	250,000	1.75
Investment properties	-	-	-	-
	<b>38,222,523</b>	<b>100.00</b>	<b>14,274,000</b>	<b>100.00</b>

Resources utilized to finance fixed assets

	Budget 2003/2004 R	% of total budget	Budget 2002/2003 R	% of total budget
Asset Financing Fund	2,250,000	5.89	6,830,000	47.85
Government and Provincial Grants and Subsidies	12,804,523	33.50	6,944,000	48.65
Income	-	-	500,000	3.50
External Loans	23,168,000	60.61	-	-
	<b>38,222,523</b>	<b>100.00</b>	<b>14,274,000</b>	<b>100.00</b>

**REPORT OF THE MANAGER: FINANCIAL SERVICES (continued)****EXPRESSION OF THANKS**

*I gladly extend my sincere thanks to the Executive Mayor, the Speaker, Councillors and the Municipal Manager, as well as the Department Heads for their loyal support and co-operation I enjoyed during the year. I also wish to acknowledge the efforts and dedication displayed by the Staff of my Department in fulfilling their daily task and for their contribution to have these Financial Statements compiled.*

**MANAGER: FINANCIAL SERVICES**

**K C COOPER**

**B Com AIMFO**

**MALMESBURY**

**19 SEPTEMBER 2003**



## MUNICIPAL MANAGER'S REPORT

### 1. The Macro-structure of the Council is compiled as follows:

Municipal Manager  
 Manager: Corporate Services  
 Manager: Financial Services  
 Manager: Community Services  
 Manager: Civil Engineering Services  
 Manager: Protection Services  
 Manager: Electrical Services

C.F.Janse van Rensburg  
 J.J. Scholtz  
 K.C. Cooper  
 J.T. Steenkamp  
 A.J. Botha  
 P.A.C. Humphreys  
 R. Du Toit

### 2. Other Structures

#### 2.1 Internal Audit

During the period under review the internal audit function was carried out by various municipal accountants. An Internal Auditor was appointed during the 2002/2003 financial year and functions independently. The Internal Auditor reports directly under the Municipal Manager and reports to an Audit Committee. A notice was placed in four different newspapers serving the Swartland region on 25 January 2002 whereby applications were invited from interested persons residing within the area of jurisdiction of the Municipality, or having vested interest in the said area, to serve as members of aforementioned Committee. In response applications to serve in the Committee were received from four individuals. Council, has, as yet, not taken a decision in this regard and should in due course pursue the matter in order to reach finality.

The function of the Audit Committee will mainly be as follows:

- \* Receive reports from the Internal Auditor and evaluate the reports.
- \* Consult with external auditors if necessary.
- \* Ensure that the Municipal Manager exercises adequate control and management and see to it that policies and procedures are adhered to.

### 3. Integrated Development Plan

The Vision and Objectives of the Council are:

#### Vision:

A better life for all.

#### Objectives:

- a. Safety and Security
- b. Tourism
- c. Infrastructure and Related Services
- d. Social and Community Development
- e. Economic Development
- f. Environment and Heritage
- g. Governance

### 4. Analysis of projects and financing sources

Item/Project	Source of Finance	Budget	IDP Number
Refuse Truck	Asset Financing Fund	1,300,000	9.1
Vehicles	Asset Financing Fund	300,000	9.2
Replace Existing Vehicles	Asset Financing Fund	500,000	9.3 - 9.39
Replacing of Equipment	Asset Financing Fund	500,000	10.1-10.29
Upgrading Buildings and Assets	Asset Financing Fund	250,000	1.202
Riverlands: Bulk Water Supply	West Coast District Council	300,000	1.1
Chatsworth: Bulk Water Supply	West Coast District Council	300,000	1.2
Fish Market: Phase 1	Asset Financing Fund	1,000,000	1.5
Low Cost Housing 800 plots	West Coast District Council	250,000	1.6
Low Cost Housing 800 plots	West Coast District Council	250,000	1.7
Low Cost Housing 800 plots	Asset Financing Fund	400,000	1.8
Low Cost Housing 800 plots	Asset Financing Fund	300,000	1.9
Low Cost Housing Koringberg	West Coast District Council	100,000	1.10
Saamstaan Housing Project Phase 1	Asset Financing Fund	400,000	1.11
Low Cost Housing Project	Asset Financing Fund	2,000,000	1.12
Incoming 11kV Stream Breaker	Asset Financing Fund	30,000	1.13
Upgrading of Clarigester	Asset Financing Fund	200,000	1.14
Resealing of Roads	Asset Financing Fund	700,000	1.16
Upgrading of Electrical Network	Asset Financing Fund	800,000	1.17
Riebeek Kasteel Sewerage Scheme	West Coast District Council	650,000	1.18
Saamstaan Housing Project Phase 1	Asset Financing Fund	40,000	1.20

**MUNICIPAL MANAGER'S REPORT (continued)**

Utilization of Purified Sewerage Water	West Coast District Council	1,554,000	1.21
Wilger Street Connection	Asset Financing Fund	60,000	1.22
Darling Sewerage Scheme	West Coast District Council	400,000	1.23
Replace Overhead Connection Phase 2	Asset Financing Fund	20,000	1.24
Toilet Facilities	Asset Financing Fund	70,000	1.25
Regravelling of Streets	Asset Financing Fund	500,000	1.26 1.43 1.54
Upgrading Beverley and Protea Flats	Asset Financing Fund	250,000	1.27
Replace Cast Iron Pipeline	Asset Financing Fund	20,000	1.28
Swartland Traffic Signs/Name-plates	Asset Financing Fund	50,000	1.29
Upgrading Main Substation	Asset Financing Fund	260,000	1.30
Erection of Speed Bumps	Asset Financing Fund	50,000	1.31
Street Refuse Bins	Asset Financing Fund	30,000	5.2
Riebeek Wes: Rehabilitation Refuse Dump	Asset Financing Fund	50,000	5.3
Riebeek Kasteel: Rehabilitation Refuse Dump	Asset Financing Fund	50,000	5.4
Abbotsdale Upgrading Clinic	Asset Financing Fund	30,000	5.5
Continuous Upgrading of Sport Facilities	Asset Financing Fund	250,000	8.1
General Upgrading of Street Lights	Asset Financing Fund	60,000	1.61
<b>Total</b>		<b>14,274,000</b>	

**5. Approval and Confirmation of the Financial Statements**

The financial statements as set out on pages 10 to 29, has been approved by the Municipal Manager on 19 September 2003 and presented to and approved by council on 25 November 2003.

**6 Appreciation**

I wish to express my thanks and appreciation to the Executive Mayor, Speaker and Councillors, as well as the Managers of the respective Departments and their staff for the goodwill extended and their co-operation and assistance afforded to me during the course of the year. It undoubtedly ease my task in meeting my responsibility as chief administrative and accounting officer of the Municipality.

**MUNICIPAL MANAGER**  
**C F JANSE VAN RENSBURG**  
**MALMESBURY**  
**19 SEPTEMBER 2003**

**SWARTLAND MUNICIPALITY****BALANCE SHEET AS AT 30 JUNE 2003**

	<b>Note</b>	<b>2003 R</b>	<b>2002 R</b>
<b>CAPITAL EMPLOYED</b>			
STATUTORY FUNDS	<b>1</b>	12,984,618	8,115,779
NON- DISTRIBUTABLE RESERVES	<b>2</b>	60,514,405	56,334,793
DISTRIBUTABLE RESERVES		<b>37,690,755</b>	<b>19,755,376</b>
Unappropriated Surplus/Accumulated Deficit	<b>15</b>	37,690,755	8,004,189
Reserves	<b>3</b>	-	11,751,187
		<b>15,589,801</b>	<b>20,140,237</b>
TRUST FUNDS	<b>4</b>	-	4,457,134
LONG-TERM LIABILITIES	<b>5</b>	12,568,257	13,025,771
CONSUMER DEPOSITS	<b>6</b>	3,021,544	2,657,332
		<b>126,779,579</b>	<b>104,346,185</b>
<b>EMPLOYMENT OF CAPITAL</b>			
PROPERTY, PLANT AND EQUIPMENT	<b>7</b>	64,333,177	63,486,120
INVESTMENTS	<b>8</b>	34,004,000	22,500,000
LONG-TERM DEBTORS	<b>9</b>	7,054,441	7,207,893
NET CURRENT ASSETS		<b>21,387,961</b>	<b>11,152,172</b>
CURRENT ASSETS		<b>28,284,778</b>	<b>30,316,309</b>
Inventory	<b>10</b>	4,490,008	944,778
Consumer debtors	<b>11</b>	10,007,970	11,894,995
Other debtors	<b>12</b>	5,764,032	7,091,398
Short-term portion of long-term debtors	<b>9</b>	346,459	394,202
Cash resources	<b>21</b>	7,676,309	9,990,936
CURRENT LIABILITIES		<b>6,896,817</b>	<b>19,164,137</b>
Provisions	<b>13</b>	2,480,342	-
Creditors	<b>14</b>	3,961,715	18,188,020
Short-term portion of long-term liabilities	<b>5</b>	454,760	976,117
		<b>126,779,579</b>	<b>104,346,185</b>

**SWARTLAND MUNICIPALITY****INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2003**

	Note	2003 Actual R	2003 Budget R	2002 Actual R
<b>SURPLUS/(DEFICIT) FROM ORDINARY ACTIVITIES</b>				
Rates and General Services		(2,827,098)	(10,613,971)	(6,026,080)
Electricity Service		11,568,922	11,554,679	9,082,926
Water Service		(408,613)	(940,708)	(55,841)
Housing Service		-		-
<b>NET SURPLUS FOR THE YEAR</b>	<b>15</b>	<b>8,333,211</b>	<b>-</b>	<b>3,001,005</b>
Extraordinary items		-	-	-
<b>NET SURPLUS BEFORE APPROPRIATIONS</b>		<b>8,333,211</b>	<b>-</b>	<b>3,001,005</b>
<b>UNAPPROPRIATED SURPLUS AT BEGINNING OF THE YEAR</b>		<b>8,004,189</b>		<b>4,441,378</b>
<b>APPROPRIATIONS:</b>		<b>21,353,355</b>		<b>561,806</b>
Transfer to Asset Financing Fund	18	(8,239,883)		-
Transfer from Non- Distributable Reserves	19	7,892,181		-
Unspent Grants	15	4,987,131		
Other	15	16,713,926		561,806
<b>UNAPPROPRIATED SURPLUS AT END OF THE YEAR</b>		<b>37,690,755</b>		<b>8,004,189</b>

**SWARTLAND MUNICIPALITY****CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2003**

	Note	2003 R	2002 R
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Cash Generated By Operations		(1,544,797)	-
Interest received		4,963,811	-
Interest paid		(1,968,466)	-
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>20</b>	<b><u>1,450,548</u></b>	<b><u>-</u></b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(9,922,051)	-
Advances to long-term debtors		(448,200)	-
Receipts from long-term debtors		649,395	-
<b>NET CASH FROM OPERATING ACTIVITIES</b>		<b><u>(9,720,856)</u></b>	<b><u>-</u></b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Loans repaid		(978,871)	-
Increase/(Decrease) in consumer deposits		364,212	-
Other capital receipts		6,570,340	-
<b>NET CASH FROM FINANCING ACTIVITIES</b>		<b><u>5,955,681</u></b>	<b><u>-</u></b>
<b>NET CASH FLOW</b>		<b><u>(2,314,627)</u></b>	<b><u>-</u></b>
<b>INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>21</b>	<b><u>(2,314,627)</u></b>	<b><u>-</u></b>

## **ACCOUNTING POLICY**

### **1. Basis of Presentation**

- 1.1 These financial statements have been prepared so as to conform to Generally Accepted Municipal Accounting Principles (GAMAP), as prescribed and on the historical cost basis.

### **1.2 Recognition of Income and Expenditure**

Measurable income is recognised when it is earned, whilst income which cannot be measured is recognised when collected.  
Expenditure is recognised when incurred.

### **2. Investments**

- 2.1 In terms of Council's directives, surplus moneys are being invested with authorised local financial institutions in a way that best serves the Municipality's interest. Apart from fixed period investments surplus moneys are also retained in Council's current cheque account. The daily credit balance in the said account earns interest at a rate especially negotiated with the Council's Banker.

### **3. Inventories**

- 3.1 Consumable stores and materials acquired are recorded at cost but issued at average cost.  
3.2 Redundant and slow moving inventories are identified periodically and, if appropriate, sold by public auction.  
3.3 Surprise test checks are periodically conducted of consumable stores on hand and a comprehensive stocktaking is undertaken annually.

### **4. Retirement Benefits**

The Municipality provides retirement benefits for its employees and councillors. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year they become payable. The defined benefit funds, which are administered on a provincial basis (employees) and national basis (councillors), are actually valued triennially on the projected unit credit method basis. Deficits identified are recovered on a proportional basis from all participating local authorities.

### **5. Revenue Recognition**

- 5.1 Assessment rates income is recognised once a rates assessment has been issued to ratepayers. Adjustment or interim rates are recognised once the Municipal Valuator has valued the change to properties. Interest on unpaid rates are levied and recognised once the due date for payment has elapsed and such charges have been incurred.  
5.2 Revenue derived from sewerage charges and refuse removals are levied monthly and is recognised when levies are raised.  
5.3 Revenue from the sale of water and electricity on a credit basis, is recognised when either a meter reading has been performed or an estimate of consumption is raised on a provisional basis. The revenue derived from the sale of the said commodities by way of the prepaid system of service delivery, is recognised when the relevant vouchers are purchased.  
5.4 Revenue in respect of various other services, accruing to the Municipality, which cannot be determined in advance is recognised when receipted.  
5.5 Amounts received from Government sources and donors that are considered to be of a revenue nature are recognised when receipted. These amounts are reflected in the income statement of the financial year in which they are received. Amounts received from Government sources and donors for the purpose of acquiring items of property, plant and equipment are classified as capital receipts and credited directly to non-distributable reserves.

### **Surpluses and Deficits**

All surpluses and deficits realised at the end of the financial year on the Operating and Trading Account are shown in the Appropriation Account. Adjustments relating to previous financial years are effected in the Appropriation Account.

### **6. Cash Flow Statements**

The implementation of GAMAP during the financial year under review and the resultant change in the format of the cashflow statement rendered the disclosure of comparative figures in the said statement in respect of the previous financial year impossible.

### **7. Internal Financing of Property, Plant and Equipment**

In order to finance the provision of infrastructure and other items of property, plant and equipment, amounts are set aside from unappropriated surpluses and credited to the Asset Financing Fund (AFF). The accumulation in the said Fund must always be represented by cash.

### **8. Property, Plant and Equipment**

- 8.1 Property, which includes investment properties, plant and equipment is stated at cost, less accumulated depreciation.  
8.2 Major improvements to buildings, plant and equipment are capitalised. Maintenance and repairs are expensed when incurred.  
8.3 Plant and equipment acquired at a value exceeding R 10,000 is capitalised, whereas items costing less than the said amount are, for control and audit purposes, recorded in inventory lists.  
8.4 Depreciation on property, plant and equipment is calculated at cost, using the straight line method over the estimated useful lives of the various items. The depreciation rates are based on the following estimated asset lives:

**ACCOUNTING POLICIES (continued)**

<b><u>Buildings</u></b>	<b><u>Years</u></b>	<b><u>Sewerage</u></b>	<b><u>Years</u></b>	<b><u>Motor Vehicles</u></b>	<b><u>Years</u></b>
Abattoir	30	Maturation Ponds	20	Ambulances	7
Ablution Blocks	30	Outfall Sewers	20	Busses	15
Ambulance Stations	30	Purification Works	20	Fire Engines	20
Bus Terminals	30	Sewerage Pumps	15	LDV's	5
Central Stores	30	Sewers	20	Motor Cycles	3
Civic Centres	30	Sludge Machines	15	Motor Vehicles	5
Clinics	30			Refuse Compactors	10
Community Centres	30	<b><u>Cleaning / Sanitation</u></b>		Trucks ( Flat Beds )	10
Community Halls	30	Bulk Containers	10	Trucks ( Flat Tankers )	10
Crematorium	30	Incinerators	20	Trucks ( Tipplers )	10
Fire Stations	30	Pulverisation Plant	15		
Flats	30	Street Bins	5	<b><u>Plant and Equipment</u></b>	
Historical Buildings	30	Tip Sites	20	Bench Vices	5
Hospitals	30	Transfer Stations	20	Bulldozers	10
Hostels	30			Bushcutters	5
Houses	30	<b><u>Roads / Streets</u></b>		Cable Cars	5
Libraries	30	Arterial Roads	20	Chip Spreaders	10
Market Halls/Shelters	30	Bus Shelters	15	Compactors	5
Mortuaries	30	Culverts	15	Compressors	5
Museums	30	Cycle Lanes	15	Concrete Mixers	5
Nursery Buildings	30	Motorways	15	Dog Kennels	15
Office Buildings	30	Botanical Gardens	30	Drill Pressers	5
Other Buildings	30	Bridges	15	Excavators	10
Parking Garages	30	Floodlights	20	Fire Hoses	5
Power Stations	30	Fountains/Ponds	20	Firearms	5
Pump Stations	30	Gardens	30	Graders	10
Recreation Centres	30	Irrigation Systems	10	Laboratory Equipment	5
Sport Centres	30	Landscaping	30	Lathers	5
Sport Stadiums	30	Nurseries	30	Launching Ramps	30
Store Rooms	30	Other Roads	10	Lawnmowers	3
Sub Stations	30	Overhead Bridges	30	Loaders	10
Toilets	30	Parking Areas	20	Mechanical Horses	10
Town Halls	30	Parking Meters	15	Mechanical Street Brooms	10
Workshops	30	Pavements	10	Memorial Walls	30
		Pedestrian Footways	20	Memorials	30
<b><u>Land</u></b>		Pedestrian Malls	20	Milling Machines	5
Commonage	30	Street Lighting	20		
Developed Land	30	Street Signs	10	<b><u>Miscellaneous Assets</u></b>	
Undeveloped Land	30	Stormwater Drains	20	Portable Generators	5
		Subways	20	Radio Equipment	5
<b><u>Electricity Supply</u></b>		Taxi Ranks	15	Retaining Walls	20
Cooling Towers	30	Traffic Islands	10	Road Rollers	10
Generators	15	Traffic Lights	20	Roadworthy Testing Stations	30
High Voltage Lines/Cables	20			Scarifiers	5
Load Control Equipment	20	<b><u>Recreation Facilities</u></b>		Statues	30
Low Voltage Lines/Cables	20	Play Parks	20	Tar Spreaders	10
Meters	20			Tractors	10
Power Station Machinery	15	<b><u>Security Measures</u></b>		Trailers	7
Reticulation	20	Access Control	5	Welding Plants	5
Service Connections	20	Fencing	3	Work Benches	10
Steam/Gas Turbines	15	Security Systems	5	Work of Art	30
Switchgear	20				
Transformers	15	<b><u>Office Equipment</u></b>			
		Air Conditioners	5		
<b><u>Water Supply</u></b>		Computer	5		
Bore Holes	20	Computer Software	5		
Dams	20	Hardware	5		
Meters	15	Office Furniture	5		
Pumping Equipment/Plant	15	Office Machines	5		
Purifying Equipment/Plant	15	Racks	10		
Reservoirs	20	TV Recorders	5		
Reticulation	20	TV Sets	5		
Service Connections	20				
Water Mains	20				

## NOTES TO THE FINANCIAL STATEMENTS

	2003 R	2002 R
<b>1. STATUTORY FUNDS</b>		
Asset Financing	8,000,000	3,459,524
Dog Tax	-	302,019
Housing	4,984,618	4,354,236
<b>Total statutory funds</b>	<b>12,984,618</b>	<b>8,115,779</b>

*Movements in funds are reconciled as follows:*

**Asset Financing Fund**

<b>Balance at beginning of year/Change Over to GAMAP 1 July 2003</b>	<b>3,459,524</b>	<b>3,459,524</b>
Contributions received: Income	8,239,883	-
Other Income	3,046,620	-
Cash utilised to finance property, plant and equipment	(6,364,384)	-
Other Expenditure	(381,643)	-
<b>Balance at end of year</b>	<b>8,000,000</b>	<b>3,459,524</b>

The purpose of the Asset Financing Fund is to set aside cash to finance fixed asset additions from internal sources. The contribution to the Asset Financing Fund is based on the Integrated Development Plan financing requirements. When cash is used to finance property, plant and equipment, a corresponding amount is transferred to a non-distributable reserve. (See note 2). Unutilised cash is invested as set out in note 8.

**Dog Tax Fund**

<b>Balance at the beginning of the year</b>	<b>302,019</b>	<b>374,148</b>
Contributions received: Income	-	-
Other Income	-	28,061
Expenditure	-	(100,190)
Transfers	(302,019)	-
<b>Balance at end of year</b>	<b>-</b>	<b>302,019</b>

Dog Tax is collected in terms of the provisions of the Dog Tax Ordinance number 19 of 1978 for the purpose of the control of dogs in the municipal area. Unutilised cash is invested as set out in note 8.

**Housing Fund**

<b>Balance at the beginning of the year</b>	<b>4,354,236</b>	<b>2,671,364</b>
Contributions received: Income	-	-
Other Income	763,176	2,431,506
Expenditure	(132,794)	(748,634)
<b>Balance at the end of the year</b>	<b>4,984,618</b>	<b>4,354,236</b>

The Housing Fund was established in terms of the provisions of the Housing Act number 107 of 1997 to provide for the facilitation of a sustainable housing development process. The capital in the Fund can only be utilised to recover outstanding rentals, maintenance to housing stock and housing development projects approved by the MEC. Unutilised cash is invested as set out in note 8.

**2. NON-DISTRIBUTABLE RESERVES**

<b>Capital Receipts</b>	<b>21,938,346</b>	<b>18,299,454</b>
- Used to finance property, plant and equipment	19,603,845	18,299,454
- Unutilised	2,334,501	-
Transfers from Asset Financing Fund used to finance property, plant and equipment	38,576,059	38,035,339
<b>Total non-distributable reserves</b>	<b>60,514,405</b>	<b>56,334,793</b>

*Movements can be reconciled as follows:*

**Unutilised Capital Receipts**

<b>Balance at beginning of year</b>	<b>-</b>	<b>-</b>
Current year receipts	6,570,340	-
Used to finance current year additions	(3,557,667)	-
Other Expenditure	(678,172)	-
<b>Balance at end of year</b>	<b>2,334,501</b>	<b>-</b>

These capital receipts represents government grants, subsidies and contributions from the public and can only be used for the purpose of acquiring specified property, plant and equipment. These amounts are invested until utilised for the purpose intended as set out in note 8.



## NOTES TO THE FINANCIAL STATEMENTS (continued)

	2003 R	2002 R
<b><u>Capital Receipts (used to finance property, plant and equipment)</u></b>		
<b>Balance at beginning of year/Change Over to GAMAP 1 July 2003</b>	<b>18,299,454</b>	<b>18,299,454</b>
Used to finance current year additions	3,557,667	-
Transfer to income statement - fixed asset disposals	-	-
Transfer to income statement to offset depreciation charge	(2,253,276)	-
<b>Balance at end of year</b>	<b>19,603,845</b>	<b>18,299,454</b>

These amounts represent property, plant and equipment financed by government grants, subsidies and contributions from the public. The intention of the benefactor of these amounts is to subsidise the cost of acquiring property, plant and equipment. Accordingly, these amounts are released to the income statement over the estimated useful lives of the property, plant and equipment so financed to offset the relevant depreciation charge. The balance of the reserve is transferred to the income statement when the fixed asset so financed is disposed.

**Transfers from Asset Financing Fund**

<b>Balance at beginning of year/Change Over to GAMAP 1 July 2003</b>	<b>38,035,339</b>	<b>38,035,339</b>
Used to finance current year additions	6,364,384	-
Transfer to accumulated depreciation - fixed asset written off	(184,759)	-
Transfer to income statement to offset depreciation charge	(5,638,905)	-
<b>Balance at end of year</b>	<b>38,576,059</b>	<b>38,035,339</b>

These amounts represent property, plant and equipment financed by the AFF. These amounts are released to the income statement over the estimated useful lives of the property, plant and equipment financed from this source to offset the depreciation charge.

**3. RESERVE FUNDS**

General Renewal	-	45,149
Buildings Repair	-	109,830
Spatial Development Plan	-	62,776
Leave Gratuity	-	1,323,070
Property Valuation	-	1,534,567
Operating Capital	-	5,355,760
Alfa Street Floodlights	-	7,232
Training	-	297,687
Bad Debt	-	211,605
Tariff Stabilization	-	1,562,670
Electricity	-	106,452
Vehicle Maintenance	-	990,646
Election	-	143,743
<b>Total reserves</b>	<b>-</b>	<b>11,751,187</b>

*Movements in funds are reconciled as follows:*

<b>Balance at beginning of year</b>	<b>11,751,187</b>	<b>12,300,313</b>
Contributions received: Income	-	2,321,116
Other Income	-	1,052,884
Appropriated	-	(3,865,698)
Transfers	(11,751,187)	(57,428)
<b>Balance at end of year</b>	<b>-</b>	<b>11,751,187</b>

**4. TRUST FUNDS**

Sundry Funds	-	4,457,134
<b>Total</b>	<b>-</b>	<b>4,457,134</b>

*Movements in funds are reconciled as follows:*

<b>Balance at beginning of year</b>	<b>4,457,134</b>	<b>4,025,396</b>
Contributions received: Income	354,564	-
Other Income	2,003,681	8,003,526
Appropriated	(1,828,247)	(8,441,034)
Transfers	-	869,246
Transfer to Unappropriated Surplus	(4,987,132)	-
<b>Balance at end of year</b>	<b>-</b>	<b>4,457,134</b>

## NOTES TO THE FINANCIAL STATEMENTS (continued)

	2003 R	2002 R
<b>5. LONG TERM LIABILITIES</b>		
Annuity Loans	13,023,017	14,001,888
<b>Sub-total</b>	<b>13,023,017</b>	<b>14,001,888</b>
<b>Less : Short-term portion transferred to current liabilities</b>	<b>(454,760)</b>	<b>(976,117)</b>
Annuity Loans	(454,760)	(976,117)
<b>Total External Loans</b>	<b>12,568,257</b>	<b>13,025,771</b>

Refer to Appendix A for more detail on long-term liabilities.

<b>6. CONSUMER DEPOSITS</b>		
Electricity and Water	3,021,544	2,657,332
Accrued Interest	-	-
<b>Total Electricity and Water</b>	<b>3,021,544</b>	<b>2,657,332</b>
<b>Guarantees in lieu of Electricity and Water Deposits</b>	<b>349,753</b>	<b>276,953</b>

**7. PROPERTY, PLANT AND EQUIPMENT**

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Book Value</u>
<b>30th June 2003</b>			
<b><i>OWNED PROPERTY, PLANT AND EQUIPMENT</i></b>			
Infrastructure	96,964,495	46,269,425	50,695,070
Community	7,014,968	5,051,791	1,963,177
Heritage	30,140	20,093	10,047
Other	29,826,823	18,510,547	11,316,276
Housing	1,655,328	1,306,721	348,607
Investment properties	-	-	-
<b>Totals</b>	<b>135,491,754</b>	<b>71,158,577</b>	<b>64,333,177</b>
<b>30th June 2002</b>			
<b><i>OWNED PROPERTY, PLANT AND EQUIPMENT</i></b>			
Infrastructure	90,501,025	40,758,045	49,742,980
Community	6,940,207	4,611,298	2,328,909
Heritage	30,140	18,084	12,056
Other	27,642,118	16,445,216	11,196,902
Housing	1,433,087	1,227,814	205,273
Investment properties	-	-	-
<b>Totals</b>	<b>126,546,577</b>	<b>63,060,457</b>	<b>63,486,120</b>

Refer to Appendix C for more detail on property, plant and equipment.

**8. INVESTMENTS**

<b><u>Unlisted</u></b>		
Fixed Deposits	30,000,000	22,500,000
Other Deposits	4,004,000	-
<b>Total</b>	<b>34,004,000</b>	<b>22,500,000</b>
<b><i>Council's valuation of unlisted investments</i></b>		
Fixed Deposits	30,000,000	22,500,000
Other Deposits	4,004,000	-
	<b>34,004,000</b>	<b>22,500,000</b>

***Allocation of external investments***

In terms of legislation, surplus cash is invested until used for specific purposes. Investments are allocated on the following basis:-

Asset Financing Fund	8,000,000	3,459,524
Reserve Funds	-	-
Trust Funds	-	4,457,134
Housing	4,984,618	4,354,236
Repayment of Fixed Period External Loans	3,000,000	1,000,000
Unutilised Capital Receipts	2,334,501	-
Property Valuation	-	1,534,567
Operating Accounts	15,684,881	7,694,539
<b>Total</b>	<b>34,004,000</b>	<b>22,500,000</b>

## NOTES TO THE FINANCIAL STATEMENTS (continued)

	2003 R	2002 R
<b>9. LONG TERM DEBTORS</b>		
Loans to Sport Clubs	92,959	113,543
Motor Vehicle Loans	862,397	952,709
Loans to Buyers: Plots	72,356	74,203
Housing selling scheme loans	5,458,122	5,504,443
Loans to Public Organizations	915,066	957,197
	<b>7,400,900</b>	<b>7,602,095</b>
<b>Less : Short-term portion transferred to current assets</b>	<b>346,459</b>	<b>394,202</b>
Loans to Sport Clubs	16,244	20,584
Motor Vehicle Loans	218,502	272,470
Housing Selling Scheme Loans	69,141	59,111
Loans to Public Organizations	42,572	42,037
<b>Total</b>	<b>7,054,441</b>	<b>7,207,893</b>

***Loans to Sport Clubs***

Loans were granted to enable sport clubs to finance specific improvements, relevant to their activities, on land rent from the Municipality. In accordance with conditions attached to such loans the improvements thus erected revert to the Municipality at the expiration of the term of the lease. Loans are repaid over periods varying from ten to twenty years and at interest rates varying from eight to ten percent per annum.

***Motor Vehicle Loans***

Loans are granted to qualifying senior staff members to enable them to acquire a motor vehicle. The vehicle must be made available daily by the staff member for his use in the carrying out of his official duties. The repayment period of these loans and the applicable interest rate is a maximum of six years and eight percent per annum, respectively.

***Loans to Buyers: Plots***

Loans were granted to destitute persons for the financing of the purchase price of vacant erven bought from the Municipality for the purpose of low cost housing. Loans are repaid over a period of twenty years and at an interest rate of 13.5 percent per annum.

***Housing selling scheme loans***

Loans were granted to the tenants of low cost housing erected by the Municipality with funds provided by the State, in order to enable them to purchase the houses they previously rent from the Municipality. Loans are repaid over a period of twenty years and at an interest rate of 13.5 percent per annum. The instalments of interest and redemption recoverable from the purchasers are credited to the Housing Fund. (See note 1)

***Loans to Public Organizations***

Under the previous dispensation loans raised at an interest rate of one percent per annum repayable over a period of forty years, were granted by the State to the Municipality who in turn, made the said loans available to Public Organizations for the purpose of providing housing to indigent old age persons. The Municipality merely acted as an intermediary between the State and such Organizations. The outstanding balances of these loans were subsequently written off by the State whilst the annual instalment, still recoverable from the various Organizations, are credited to the Housing Fund. (See note 1)

**10. INVENTORY**

Consumable stores	921,264	773,543
Stationery	266,443	171,235
Unsold properties	3,247,339	-
Water	54,962	-
<b>Total</b>	<b>4,490,008</b>	<b>944,778</b>

The quantity of water stored in the various reservoirs at 30 June 2003 and available for distribution was estimated at 90% of the total storage capacity of the said reservoirs.

## NOTES TO THE FINANCIAL STATEMENTS (continued)

	2003 R	2002 R
<b>11. CONSUMER DEBTORS</b>		
<b>Service debtors</b>	<b>11,689,780</b>	<b>11,232,677</b>
Electricity	3,896,942	3,929,889
Water	1,703,204	1,738,114
Refuse	1,410,475	1,205,124
Sewerage	2,499,827	2,385,163
Rates	2,179,332	1,974,387
Housing rentals	529,794	662,318
Less : Provision for bad debts	(2,211,604)	-
<b>Total</b>	<b>10,007,970</b>	<b>11,894,995</b>
The ageing of debtors are as follows:-		
<u>Services (Electricity, Water, Refuse and Sewerage)</u>		
Current	5,236,493	4,825,157
30 - 60 Days	578,622	462,473
60 - 90 Days	281,008	276,382
90 - 120 Days	281,539	199,364
+120 Days	3,132,786	3,494,914
<b>Total</b>	<b>9,510,448</b>	<b>9,258,290</b>
<u>Rates</u>		
Current	741,216	662,049
30 - 60 Days	93,163	81,349
60 - 90 Days	37,266	46,284
90 - 120 Days	36,631	31,745
+120 Days	1,271,056	1,152,960
<b>Total</b>	<b>2,179,332</b>	<b>1,974,387</b>
<u>Housing rentals</u>		
Current	68,663	72,507
30 - 60 Days	20,960	23,788
60 - 90 Days	12,246	15,412
90 - 120 Days	9,685	14,749
+120 Days	418,240	535,862
<b>Total</b>	<b>529,794</b>	<b>662,318</b>
<u>Bad Debt Provision</u>		
Movements are reconciled as follows:-		
<b>Balance at beginning of year/Change Over to GAMAP 1 July 2003</b>	-	-
Contributions	2,211,604	-
Appropriated	-	-
<b>Closing balance</b>	<b>2,211,604</b>	<b>-</b>
Provision is being made to accommodate debts which may become irrecoverable in future, thereby necessitating the write off thereof. Contributions are determined annually at the discretion of the Manager: Financial Services.		
<b>12. OTHER DEBTORS</b>		
Sundry Debtors	4,031,270	4,301,020
Miscellaneous Debtors	1,732,762	2,790,378
<b>Total</b>	<b>5,764,032</b>	<b>7,091,398</b>

## NOTES TO THE FINANCIAL STATEMENTS (continued)

	2003 R	2002 R
<b>13. PROVISIONS</b>		
Staff leave pay	<u>2,480,342</u>	<u>-</u>
<i>Movements are reconciled as follows:-</i>		
Balance at beginning of year/Change Over to GAMAP 1 July 2003	-	-
Contributions	2,480,342	-
Appropriated	-	-
Closing balance	<u>2,480,342</u>	<u>-</u>
<p>The purpose of this provision is to provide for the monetary value of the vacation leave standing to the credit of the Municipality's employees. The provision is calculated by multiplying the number of leave days, standing to the credit of the employees of the Municipality at 30 June of the year under review, with the daily rate of pay to which they are entitled at that date, divided by 365.</p>		
<b>14. CREDITORS</b>		
Trade creditors	1,229,931	6,003,100
Other creditors	2,731,784	12,184,920
Total	<u>3,961,715</u>	<u>18,188,020</u>
<b>15. NET SURPLUS/(DEFICIT) FOR THE YEAR</b>		
<i>Appropriation Account</i>		
Accumulated surplus at the beginning of the year	8,004,189	4,441,378
Operating surplus/(deficit) for the year	8,333,211	3,001,005
Transfer to Asset Financing Fund	(8,239,883)	-
Transfer from Non- Distributable Reserves	7,892,181	-
Unspent Grants	4,987,131	-
Net appropriations for the year	16,713,926	561,806
	<u>37,690,755</u>	<u>8,004,189</u>
<p>The following has been taken into account in determining the net surplus/ (deficit) for the year:-</p>		
<u>Profit/(loss) on the disposal of property, plant and equipment</u>	<u>264,741</u>	<u>-</u>
<u>Bad debts written off</u>	<u>2,177,803</u>	<u>-</u>
<u>Depreciation</u>		
<i>: Owned property, plant and equipment</i>		
Infrastructure	5,511,380	-
Community	440,493	-
Heritage	2,009	-
Other	2,857,446	-
Housing	78,907	-
Total Depreciation	<u>8,890,235</u>	<u>-</u>
<u>Operating lease charges</u>	<u>482,812</u>	<u>348,947</u>
<u>Interest paid</u>		
External loans	1,966,404	2,078,428
Bank overdrafts	2,062	-
Total Interest Paid	<u>1,968,466</u>	<u>2,078,428</u>
<u>Councillor's Remuneration</u>		
Mayor's allowance	86,333	77,500
Deputy Mayor's allowance	62,629	62,000
Speaker's allowance	69,067	62,000
Executive Committee allowances	77,222	58,125
Councillor's allowances	493,581	450,393
Councillor's pension contribution	115,007	133,285
Councillor's medical aid contribution	40,998	46,272
Councillor's travelling allowances	297,703	255,189
Councillor's telephone allowances	113,632	113,250
Councillor's entertainment allowances	-	45,300
Councillor's facility allowances	48,634	-
Housing subsidy	8,576	-
Total Councillor's Remuneration	<u>1,413,382</u>	<u>1,303,314</u>

## NOTES TO THE FINANCIAL STATEMENTS (continued)

	2003 R	2002 R
<b><u>Investment Income</u></b>		
Interest received: External Investments	3,200,349	3,066,934
Interest received: Current Accounts	1,763,462	1,324,462
<b>Total Investment Income</b>	<b>4,963,811</b>	<b>4,391,396</b>
<b><u>Contribution to Provisions</u></b>		
Bad debt	2,000,000	-
Staff leave	1,702,829	-
<b>Total Contribution to Provisions</b>	<b>3,702,829</b>	<b>-</b>
<b><u>Auditor's Remuneration</u></b>		
Fees for audit	342,566	445,942
<b>Total Auditor's Remuneration</b>	<b>342,566</b>	<b>445,942</b>
<b><u>Abnormal Expenses</u></b>		
Restructuring expenses	-	-
Additional bad debts provision	-	-
<b>Total Abnormal Expenses</b>	<b>-</b>	<b>-</b>
<b><u>Provincial and Central Government Subsidies</u></b>		
Health Subsidies	3,152,114	2,752,920
Proclaimed Roads Subsidies	25,031	122,345
District Municipality	1,345,540	-
Inter-governmental Grants	6,536,625	-
<b>Total Provincial and Central Government Subsidies</b>	<b>11,059,310</b>	<b>2,875,265</b>
<b>16. REVENUE</b>		
Assessment Rates	19,149,134	15,721,562
Service charges	67,825,820	57,285,821
Fines	1,897,195	1,098,273
Government Grants and Subsidies	11,059,310	2,875,265
Interest	7,234,818	4,198,607
Rental Income	349,616	431,570
Other Income	17,942,362	8,399,464
<b>Total</b>	<b>125,458,255</b>	<b>90,010,562</b>
<b>17. ASSESSMENT RATES</b>		
<b><u>Actual</u></b>		
2002/2003	19,149,134	15,672,979
<b>Total</b>	<b>19,149,134</b>	<b>15,672,979</b>
<b><u>Valuations</u></b>	<b><u>July 2003</u></b>	<b><u>July 2002</u></b>
2002/2003	2,000,140,862	1,868,133,682
<b>Total</b>	<b>2,000,140,862</b>	<b>1,868,133,682</b>
Valuations are performed every four years. Interim valuations are processed on a yearly basis to take into account changes in individual property values due to alterations and subdivisions. (See appendix F item 5)		
<b>18. TRANSFERS TO ASSET FINANCING FUND</b>		
Contribution	8,239,883	-
Profit on disposal of property, plant and equipment	-	-
<b>Total</b>	<b>8,239,883</b>	<b>-</b>
The contribution is based on the financing requirements of the objectives in Council's Integrated Development Plan.		
<b>19. TRANSFERS FROM NON-DISTRIBUTABLE RESERVES</b>		
Transfers from capital receipts utilised to finance fixed asset additions (See note 2)	2,253,276	-
Transfers from Asset Financing Fund utilised to finance fixed asset additions (See note 2)	5,638,905	-
<b>Net transfer</b>	<b>7,892,181</b>	<b>-</b>

## NOTES TO THE FINANCIAL STATEMENTS (continued)

	2003 R	2002 R
<b>20. CASH GENERATED BY OPERATIONS</b>		
Net surplus for the year	8,333,211	-
<i>Adjustment for:-</i>		
Depreciation	8,890,235	-
Investment income	(4,963,811)	-
Interest paid	1,968,466	-
Other	725,331	-
<b>Operating surplus before working capital changes:</b>	<b>14,953,432</b>	<b>-</b>
(Increase)/Decrease in investments	(11,504,000)	-
(Increase)/Decrease in inventories	(3,545,230)	-
(Increase)/Decrease in consumer debtors	1,887,025	-
(Increase)/Decrease in other debtors	1,327,366	-
Increase/(Decrease) in provisions	2,480,342	-
Increase/(Decrease) in creditors	(6,285,905)	-
	<b>(15,640,402)</b>	<b>-</b>
<b>Non- operating expenditure</b>		
Debited to funds	(2,450,651)	
<b>Non- operating income</b>		
Credited to funds	1,592,824	
<b>Cash generated by operations</b>	<b>(1,544,797)</b>	<b>-</b>
<b>21. CASH AND CASH EQUIVALENTS</b>		
Balance at the end of the year	7,676,309	9,990,936
Balance at the beginning of the year	9,990,936	15,579,384
<b>Net increase/(Decrease) in cash and cash equivalents</b>	<b>(2,314,627)</b>	<b>(5,588,448)</b>
Balance at the end of the year	7,668,079	9,984,506
Petty Cash Advances	8,230	6,430
<b>Balance at end of year</b>	<b>7,676,309</b>	<b>9,990,936</b>
<b>22. EXTERNAL FINANCING FUND</b>		
External loans received (see note 5)	13,023,017	14,001,888
Used to finance property, plant and equipment	13,023,017	14,001,888
Sub- total	-	-
Cash set aside for the repayment of loans	3,000,000	1,000,000
<b>Cash invested (see note 8)</b>	<b>3,000,000</b>	<b>1,000,000</b>
<b>23. CAPITAL COMMITMENTS</b>		
Commitments in respect of capital expenditure:		
- Approved and contracted for	-	3,200,000
- Approved but not yet contracted for	38,222,523	11,074,000
	<b>38,222,523</b>	<b>14,274,000</b>
This expenditure will be financed from:		
- Internal sources	2,250,000	7,330,000
- External sources	35,972,523	6,944,000
	<b>38,222,523</b>	<b>14,274,000</b>
<b>24. RETIREMENT BENEFIT INFORMATION</b>		
Staff members and Councillor's, together with the Council, contribute to various Funds as follows:		
<b>Fund</b>	<b>Member's Share</b>	<b>Council's Share</b>
Cape Joint Pension Fund	9.00 %	18.00 %
Cape Joint Retirement Fund	9.00 %	18.00 %
SAMWU National Provident Fund	5.00 %	12.00 %
IMATU National Fund For Municipal Workers	9.00 %	18.00 %
Pension Fund for Municipal Workers	13.75 %	15.00 %

**APPENDIX A****SCHEDULE OF LONG TERM LIABILITIES**

	<b>Loan Number</b>	<b>Redeemable</b>	<b>Balance at 30/06/2002</b>	<b>Received during the period</b>	<b>Redeemed written off during the period</b>	<b>Balance at 30/06/2003</b>
<b>EXTERNAL LOANS</b>			<b>R</b>	<b>R</b>	<b>R</b>	<b>R</b>
<b>LONG-TERM LOANS</b>						
Development Bank		31/03/2018	4,321,308	-	98,125	4,223,183
Development Bank		30/06/2009	126,656	-	11,731	114,925
Development Bank		30/06/2006	60,513	-	11,872	48,641
Development Bank		30/06/2004	21,064	-	9,789	11,275
Development Bank		30/06/2005	71,544	-	16,416	55,128
Development Bank		31/12/2018	6,481,733	-	97,975	6,383,758
Development Bank		30/06/2020	656,982	-	36,499	620,483
Development Bank		30/06/2020	288,000	-	16,000	272,000
Development Bank		30/06/2020	1,099,755	-	20,480	1,079,275
Development Bank		31/12/2002	3,047	-	3,047	-
Development Bank		30/06/2004	93,676	-	43,042	50,634
ABSA		31/03/2003	453,563	-	453,563	-
ABSA		31/12/2002	98,000	-	98,000	-
Infrastructure Finance Corporation		31/03/2006	186,080	-	38,132	147,948
Infrastructure Finance Corporation		31/12/2002	7,591	-	7,591	-
Infrastructure Finance Corporation		31/12/2002	10,544	-	10,544	-
Infrastructure Finance Corporation		30/06/2005	21,832	-	6,065	15,767
<b>Total long-term loans</b>			<b>14,001,888</b>	<b>-</b>	<b>978,871</b>	<b>13,023,017</b>
<b>TOTAL EXTERNAL LOANS</b>			<b>14,001,888</b>	<b>-</b>	<b>978,871</b>	<b>13,023,017</b>



**APPENDIX B****ANALYSIS OF PROPERTY PLANT AND EQUIPMENT**

	Cost				Accumulated Depreciation			
	Opening Balance	Additions	Disposals	Closing Balance	Opening Balance	Additions	Disposals	Closing Balance
<b>Infrastructure</b>								
Drains	14,802	-	-	14,802	6,344	2,114	-	8,458
Roads	28,520,731	1,445,667	-	29,966,398	11,879,723	1,855,649	-	13,735,372
Beach Improvements	-	-	-	-	-	-	-	-
Sewerage Mains and Purification	28,011,466	1,138,404	-	29,149,870	14,752,884	1,442,582	-	16,195,466
Electricity Mains	16,303,017	3,459,206	-	19,762,223	8,174,902	1,134,993	-	9,309,895
Electricity Peak Load Equipment	345,002	-	-	345,002	112,618	30,961	-	143,579
Water Mains and Purification	-	-	-	-	-	-	-	-
Reservoirs - Water	5,635,444	-	-	5,635,444	828,109	304,082	-	1,132,191
Water Meters	334,122	-	-	334,122	57,615	35,845	-	93,460
Water Mains	11,336,441	420,193	-	11,756,634	4,945,850	705,154	-	5,651,004
	<b>90,501,025</b>	<b>6,463,470</b>	<b>-</b>	<b>96,964,495</b>	<b>40,758,045</b>	<b>5,511,380</b>	<b>-</b>	<b>46,269,425</b>
<b>Community Assets</b>								
Parks and Gardens	532,765	-	-	532,765	357,453	21,129	-	378,582
Libraries	217,816	-	-	217,816	141,659	8,454	-	150,113
Recreation Grounds	4,094,008	-	-	4,094,008	2,903,136	292,590	-	3,195,726
Civic Buildings	2,095,618	74,761	-	2,170,379	1,209,050	118,320	-	1,327,370
	<b>6,940,207</b>	<b>74,761</b>	<b>-</b>	<b>7,014,968</b>	<b>4,611,298</b>	<b>440,493</b>	<b>-</b>	<b>5,051,791</b>
<b>Heritage Assets</b>								
Historical Buildings	-	-	-	-	-	-	-	-
Painting and Art Galleries	30,140	-	-	30,140	18,084	2,009	-	20,093
	<b>30,140</b>	<b>-</b>	<b>-</b>	<b>30,140</b>	<b>18,084</b>	<b>2,009</b>	<b>-</b>	<b>20,093</b>
<b>Other Assets</b>								
Land	2,127,663	36,253	-	2,163,916	1,543,931	73,019	-	1,616,950
Buildings	11,179,332	-	-	11,179,332	6,202,061	776,098	-	6,978,159
Buildings	-	-	-	-	-	-	-	-
Office Equipment	1,692,193	796,700	276,007	2,212,886	1,037,492	234,064	149,581	1,121,975
Furniture and Fittings	1,300,917	-	-	1,300,917	700,428	141,276	-	841,704
Bins and Containers	-	-	-	-	-	-	-	-
Emergency Equipment	25,997	-	-	25,997	2,600	2,599	-	5,199
Motor Vehicles	7,211,979	961,999	700,867	7,473,111	4,485,410	970,902	642,534	4,813,778
Fire Engines	68,365	-	-	68,365	27,346	6,837	-	34,183
Refuse Tankers	1,214,412	1,366,627	-	2,581,039	497,805	202,793	-	700,598
Computer Equipment	2,821,260	-	-	2,821,260	1,948,143	449,858	-	2,398,001
Councillor's Regalia	-	-	-	-	-	-	-	-
Conservancy Tankers	-	-	-	-	-	-	-	-
Watercraft	-	-	-	-	-	-	-	-
	<b>27,642,118</b>	<b>3,161,579</b>	<b>976,874</b>	<b>29,826,823</b>	<b>16,445,216</b>	<b>2,857,446</b>	<b>792,115</b>	<b>18,510,547</b>
<b>Housing Rental Stock</b>								
Housing Rental 1	610,086	222,241	-	832,327	569,413	24,040	-	593,453
Housing Rental 2	823,001	-	-	823,001	658,401	54,867	-	713,268
	<b>1,433,087</b>	<b>222,241</b>	<b>-</b>	<b>1,655,328</b>	<b>1,227,814</b>	<b>78,907</b>	<b>-</b>	<b>1,306,721</b>
<b>Leased Assets (Infrastructure)</b>								
Sewerage Mains and Purify	-	-	-	-	-	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Investment Properties</b>								
Investment Properties	-	-	-	-	-	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>126,546,577</b>	<b>9,922,051</b>	<b>976,874</b>	<b>135,491,754</b>	<b>63,060,457</b>	<b>8,890,235</b>	<b>792,115</b>	<b>71,158,577</b>

**APPENDIX C****SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AT 30 JUNE 2003**

<b>2002 Expenditure R</b>	<b>Service</b>	<b>Balance at 30/6/2002 R</b>	<b>2003 Expenditure</b>	<b>2003 Disposals</b>	<b>Balance at 30/6/2003 R</b>
<b>6,214,642</b>	<b>RATES AND GENERAL SERVICES</b>	<b>88,368,228</b>	<b>5,763,758</b>	<b>665,063</b>	<b>93,466,923</b>
<b>2,921,976</b>	<b>COMMUNITY SERVICES</b>	<b>39,693,948</b>	<b>2,714,150</b>	<b>455,137</b>	<b>41,952,961</b>
229,271	Corporate Services	4,043,437	-	-	4,043,437
-	Financial	315,370	-	13,600	301,770
-	Environmental Health	626,210	-	-	626,210
360,623	Protection Services	3,306,440	221,498	-	3,527,938
2,332,082	Roads and Stormwater	31,402,491	2,492,652	441,537	33,453,606
<b>479,830</b>	<b>SUBSIDISED SERVICES</b>	<b>15,951,433</b>	<b>286,123</b>	<b>36,996</b>	<b>16,200,560</b>
-	Cemeteries	38,071	-	-	38,071
231,535	Municipal Property	9,339,126	74,761	-	9,413,887
-	Fire Fighting	529,547	-	-	529,547
-	Libraries	242,926	-	-	242,926
248,295	Parks and Recreational	1,669,052	211,362	36,996	1,843,418
-	Sportsgrounds	4,132,711	-	-	4,132,711
<b>2,812,836</b>	<b>ECONOMIC SERVICES</b>	<b>32,722,847</b>	<b>2,763,485</b>	<b>172,930</b>	<b>35,313,402</b>
285,406	Refuse Removal	3,664,837	1,402,880	93,556	4,974,161
2,527,430	Sewerage	29,058,010	1,360,605	79,374	30,339,241
-	<b>HOUSING SERVICE</b>	<b>1,433,087</b>	<b>222,241</b>	<b>-</b>	<b>1,655,328</b>
-	Housing	1,433,087	222,241	-	1,655,328
<b>2,325,061</b>	<b>TRADING SERVICES</b>	<b>36,745,262</b>	<b>3,936,052</b>	<b>311,811</b>	<b>40,369,503</b>
730,559	Electricity	18,294,312	3,459,206	175,139	21,578,379
1,594,502	Water	18,450,950	476,846	136,672	18,791,124
<b>8,539,703</b>	<b>TOTAL</b>	<b>126,546,577</b>	<b>9,922,051</b>	<b>976,874</b>	<b>135,491,754</b>

**APPENDIX D****ANALYSIS OF OPERATING INCOME AND EXPENDITURE FOR  
THE YEAR ENDED 30 JUNE 2003**

<b>2002 Actual R</b>		<b>2003 Actual R</b>	<b>2003 Budget R</b>
<b>2,875,265</b>	<b>INCOME</b>		
2,752,920	<b>Government and Provincial Grants and Subsidies</b>	<b>11,059,310</b>	<b>14,670,000</b>
122,345	Central Government	6,536,625	9,726,000
-	Provincial Government	3,177,145	3,094,000
	District Municipality	1,345,540	1,850,000
<b>29,028,505</b>	<b>Operating Income</b>	<b>36,204,667</b>	<b>35,057,200</b>
15,721,562	Assessment Rates	19,149,134	18,743,800
2,300	Caravan Parks		
842,055	Moorreesburg	27,634	1,300
470,059	Yzerfontein	873,958	790,700
5,019,562	Harbour	396,216	484,200
6,972,967	Refuse Removal	6,730,023	6,558,500
	Sewerage	9,027,702	8,478,700
<b>37,201,144</b>	<b>Electricity</b>	<b>42,006,138</b>	<b>40,925,800</b>
36,253,647	Sale of Electricity	41,164,728	40,021,000
947,497	Other	841,410	904,800
<b>10,566,159</b>	<b>Water</b>	<b>12,310,738</b>	<b>12,174,600</b>
9,773,879	Sale of Water	11,627,631	11,509,500
792,280	Other	683,107	665,100
10,339,489	Income from miscellaneous tariffs etc	23,877,402	14,308,200
<b>90,010,562</b>		<b>125,458,255</b>	<b>117,135,800</b>
	<b>EXPENDITURE</b>		
32,757,974	Salaries, wages and allowances	36,582,159	37,640,553
<b>41,807,747</b>	<b>General Expenses</b>	<b>50,881,355</b>	<b>46,823,937</b>
20,920,183	Purchase of Electricity	22,728,847	21,751,000
6,414,737	Purchase of Water	7,199,441	7,643,600
14,472,827	Other	20,953,067	17,429,337
4,649,892	Repairs and Maintenance	5,719,896	7,336,710
-	Depreciation	8,890,236	7,490,700
8,365,068	Finance Costs	1,966,404	2,000,000
74,800	Contribution to Fixed Assets	-	-
2,321,116	Contributions	16,084,994	18,843,900
<b>89,976,597</b>	<b>Gross Expenditure</b>	<b>120,125,044</b>	<b>120,135,800</b>
2,967,040	Less: Amounts charged out	3,000,000	3,000,000
<b>87,009,557</b>	<b>Net expenditure</b>	<b>117,125,044</b>	<b>117,135,800</b>

**APPENDIX E****SEGMENTAL INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2003**

2002 Actual Income R	2002 Actual Expenditure R	2002 Surplus/ (Deficit) R		2003 Actual Income R	2003 Actual Expenditure R	2003 Surplus/ (Deficit) R
<b>42,243,258</b>	<b>48,269,338</b>	<b>(6,026,080)</b>	<b>RATES AND GENERAL SERVICES</b>	<b>71,141,380</b>	<b>73,968,478</b>	<b>(2,827,098)</b>
<b>28,055,283</b>	<b>33,044,817</b>	<b>(4,989,534)</b>	<b>COMMUNITY SERVICES</b>	<b>53,284,578</b>	<b>53,440,157</b>	<b>(155,579)</b>
530,740	1,530,069	(999,329)	Administration	610,995	953,077	(342,082)
21,759	4,328,096	(4,306,337)	Civil	22,880	2,786,989	(2,764,109)
4,985,915	5,363,560	(377,645)	Corporate	22,199,847	20,903,533	1,296,314
-	-	-	Financial	-	732,532	(732,532)
-	-	-	Municipal Manager	-	326,516	(326,516)
15,721,562	-	15,721,562	Protection	19,149,134	-	19,149,134
-	610	(610)	Assessment Rates	-	671	(671)
-	1,610,325	(1,610,325)	Civil Protection	-	1,585,956	(1,585,956)
-	2,273,425	(2,273,425)	Cleaning of Roads	700	2,301,971	(2,301,271)
-	215,572	(215,572)	Council General Expenses	2,008,495	1,833,061	175,434
653,709	653,709	-	Grants and Donations	668,769	668,769	-
504,000	1,246,075	(742,075)	Health	883,524	1,501,655	(618,131)
-	308,765	(308,765)	Clinic Moorreesburg	-	382,873	(382,873)
49,144	1,495,159	(1,446,015)	Clinic Malmesbury	70,570	1,318,061	(1,247,491)
1,556,711	1,556,711	-	Community	1,539,822	1,539,822	-
-	332,926	(332,926)	Environmental Health	186,526	682,417	(495,891)
-	-	-	ID Hospital	-	2,093,460	(2,093,460)
-	200,948	(200,948)	Human Resources	-	1,497,529	(1,497,529)
4,010,945	3,257,926	753,019	Information Technology	5,661,221	3,162,089	2,499,132
20,798	7,886,182	(7,865,384)	Law Enforcement	37,579	7,759,123	(7,721,544)
-	395,301	(395,301)	Licensing and Traffic	-	472,358	(472,358)
-	389,458	(389,458)	Roads and Stormwater	-	459,460	(459,460)
-	-	-	Stores	244,516	478,235	(233,719)
-	-	-	Tourism			
			Townplanning			
<b>881,032</b>	<b>6,506,306</b>	<b>(5,625,274)</b>	<b>SUBSIDISED SERVICES</b>	<b>801,269</b>	<b>9,079,096</b>	<b>(8,277,827)</b>
222,072	1,088,598	(866,526)	Property Maintenance	262,801	2,278,536	(2,015,735)
148,756	119,914	28,842	Cemeteries	163,387	54,837	108,550
45,866	45,490	376	Municipal Property	56,848	78,962	(22,114)
12	835,478	(835,466)	Fire Fighting	86,714	1,043,317	(956,603)
65,747	1,138,600	(1,072,853)	Libraries	75,792	1,178,743	(1,102,951)
3,300	1,518,603	(1,515,303)	Parks and Recreational	-	1,862,335	(1,862,335)
270,440	190,803	79,637	Proclaimed Roads	38,334	39,638	(1,304)
56,706	576,374	(519,668)	Sportsgrounds	56,023	1,171,190	(1,115,167)
68,133	534,101	(465,968)	Swimming Pools	61,370	618,924	(557,554)
-	458,345	(458,345)	Town Halls	-	752,614	(752,614)
<b>13,306,943</b>	<b>8,718,215</b>	<b>4,588,728</b>	<b>ECONOMIC SERVICES</b>	<b>17,055,533</b>	<b>11,449,225</b>	<b>5,606,308</b>
2,300	-	2,300	Caravan Parks	27,634	2,680	24,954
842,055	550,456	291,599	Moorreesburg	873,958	562,983	310,975
470,059	367,472	102,587	Yzerfontein	396,216	468,434	(72,218)
5,019,562	3,315,096	1,704,466	Harbour	6,730,023	4,054,341	2,675,682
6,972,967	4,485,191	2,487,776	Refuse Removal	9,027,702	6,360,787	2,666,915
			Sewerage			
-	-	-	<b>HOUSING SERVICE</b>	-	-	-
-	-	-	Housing	-	-	-
<b>47,767,304</b>	<b>38,740,219</b>	<b>9,027,085</b>	<b>TRADING SERVICES</b>	<b>54,316,875</b>	<b>43,156,566</b>	<b>11,160,309</b>
37,201,144	28,118,218	9,082,926	Electricity	42,006,138	30,437,216	11,568,922
10,566,160	10,622,001	(55,841)	Water	12,310,737	12,719,350	(408,613)
<b>90,010,562</b>	<b>87,009,557</b>	<b>3,001,005</b>	<b>TOTAL</b>	<b>125,458,255</b>	<b>117,125,044</b>	<b>8,333,211</b>

**APPENDIX F****STATISTICAL INFORMATION AT 30 JUNE 2003**

	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>A. GENERAL STATISTICS</b>			
1. Population (approximate)	65,000	65,000	65,000
2. Number of registered voters: 2000 election	28,270	28,270	28,270
3. Percentage of votes cast: 2000 election	63.60	63.60	63.60
4. Size of area in square kilometre	3,687.36	3,687.36	3,687.36
5. Value of rateable property :			
Land	517,468,492	-	-
Improvements	1,482,672,370	-	-
	<u>2,000,140,862</u>	<u>1,868,133,682</u>	<u>1,826,717,352</u>
Value of non-rateable property :			
Land	15,940,408	-	-
Improvements	60,273,530	-	-
	<u>76,213,938</u>	<u>156,755,938</u>	<u>145,410,478</u>
Total value of rateable and non-rateable property	<u>2,076,354,800</u>	<u>2,024,889,620</u>	<u>1,972,127,830</u>
Effective Date			
All towns with the exception of Moorreesburg	July 1999	July 1999	July 1999
Moorreesburg	July 2000	July 2000	July 2000
6. Assessment rates : cents/rand (on land and improvements with the exception of Yzerfontein)			
Malmesbury	1.0245	0.9356	0.8505
Moorreesburg	1.0245	0.9356	0.8323
Koringberg	0.9760	0.9760	0.8470
Darling	0.9639	0.8250	0.7000
Yzerfontein			
Land	0.9357	0.8140	0.6800
Improvements	0.6306	0.3960	0.1170
Riebeek West	1.0245	0.9356	0.7435
Riebeek Kasteel	1.0245	0.9356	0.8505
Abbotsdale	1.0245	0.8429	0.6863
Chatsworth	1.0245	0.8766	0.7433
Kalbaskraal	1.0245	0.8680	0.7277
Riverlands	1.0245	0.8448	0.6855
Rebates			
State	20.00 %	20.00 %	20.00 %
Pensioners	40.00 %	40.00 %	40.00 %
7. No of employees at Swartland Municipality	494	497	457
<b>B. ELECTRICITY STATISTICS</b>			
1. Units bought (Kwh)	144,439,500	134,830,317	125,229,543
2. Units sold (Kwh)	133,678,811	122,102,408	116,612,931
3. Units lost in distribution (Kwh)	10,760,689	12,727,909	8,616,612
4. Units lost in distribution as % of units bought	7.45 %	9.44 %	6.88 %
<b>C. WATER STATISTICS</b>			
1. Units bought and purified (Kl)	4,138,915	4,019,716	4,077,589
2. Units sold (Kl)	3,691,594	3,701,315	3,816,277
3. Units lost in distribution (Kl)	447,321	318,401	261,312
4. Units lost in distribution as % of units bought	10.81 %	7.92 %	6.41 %